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UNITED STATES OF AMERICA POSTAL REGULATORY COMMISSION WASHINGTON, DC 20268-0001

Competitive Product Prices
Parcel Select and Parcel Return Service Contract 5
(MC2014-1)
Negotiated Service Agreement

Docket No. CP2014-1

PUBLIC REPRESENTATIVE COMMENTS ON POSTAL SERVICE NOTICE OF AMENDMENT TO PARCEL SELECT AND PARCEL RETURN SERVICE CONTRACT 5

(January 4, 2017)

The Public Representative hereby provides comments pursuant to the Commission Notice initiating this docket.¹ In that Notice, the Commission established the above referenced docket to receive comments from interested persons, including the undersigned Public Representative, on a Postal Service Notice of Amendment to Parcel Select and Parcel Return Service Contract 5.²

The Postal Service's Notice includes a certified statement as required by 39 C.F.R. § 3015.5, a public (redacted) version of the Amendment to Parcel Select and Parcel Return Service Contract 5, and supporting financial data estimating the contract value during the first year.

In Order No. 1863, the Commission approved the Postal Service's request to add a new product identified as Parcel Select and Parcel Return Service Contract 5 to the

¹ PRC Notice Initiating Docket(s) for Recent Postal Service Negotiated Service Agreement Filings, December 28, 2016 (Notice).

² Notice of the United States Postal Service of Amendment to Parcel Select and Parcel Return Service Contract 5. December 27, 2016. (Request).

Competitive Product List.³ The instant amendment amends the terms of Sections I.I.3 Table 2 and I.I.4 under this contract. The effective date for Contract 5 is one (1) business day following the day on which the Commission issues all necessary regulatory approvals. Request, Attachment A at 1.

COMMENTS

The Public Representative has reviewed the Postal Service's Notice of Amendment to Parcel Select and Parcel Return Service Contract 5 and the financial data filed under seal with the Postal Service's Notice. Based upon that review, the Public Representative concludes that Contract 5, as amended, should continue to generate sufficient revenues to cover costs and thereby satisfy 39 U.S.C. § 3633(a) and thus should be approved by the Commission.

Finally, the Postal Service must file revenue and cost data for Contract 5 in future Annual Compliance Reports. This data will permit the Commission to annually review the financial results for First-Class Package Service Contract 5 in a future Annual Compliance Determination (ACD) report for compliance with 39 U.S.C. § 3633(a).

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³ See Order No. 1863 Order Adding Parcel Select and Parcel Return Service Contract 5 to the Competitive Product List, October 29, 2013.

The Public Representative respectfully submits the foregoing comments for the Commission's consideration.

Max E. Schnidman Public Representative

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